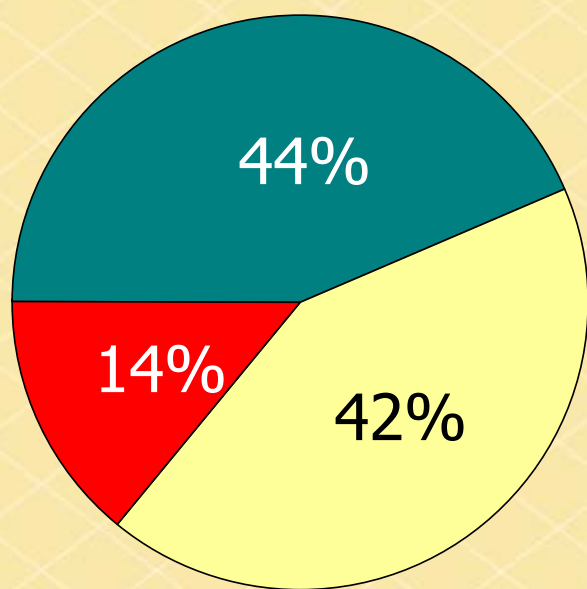
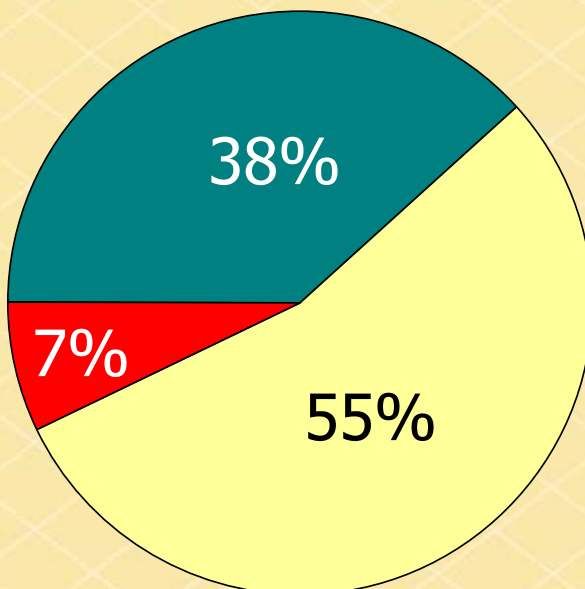


The Increasing Share of Mandatory Spending

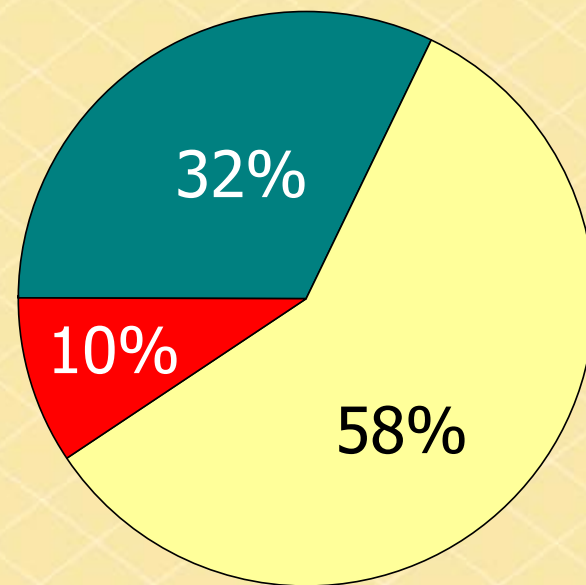
Discretionary
Mandatory
Net Interest
Fiscal year outlays



1988



2003



2014



2014 is CBO August 2004 Baseline, adjusted to assume extension of 2001 and 2003 tax cuts and that 2004 Iraq supplementals are one-time spending.